



News Release

Oregon Liquor Control Commission
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OLCC Commissioners Ratify Stipulated Settlements for Recreational Marijuana Violations

PORTLAND, Ore. – At its monthly meeting **June 14, 2018** the Commissioners of the Oregon Liquor Control Commission ratified the following fines and/or marijuana license suspensions based on stipulated settlements:

Chronic Creations, will pay a fine of \$4,950 or serve a 30-day recreational marijuana producer license suspension for one violation.

The violation is for the licensee or its employees, agents, or representatives removing approximately 238 marijuana seed packages from the premises and delivered them to an unlicensed location.

Licensee is Oregon Candy Farm, LLC.; Alexander Pavich, Managing Member.

Oregon Candy Farm; will pay a fine of \$8,415 or serve a 51-day recreational marijuana processor license suspension for four violations.

The first violation is for the licensee who holds an endorsement to make cannabinoid extracts, failing to have equipment and facilities used in processing approved for use by the local fire code official.

The second violation is for the licensee or the licensee's employee, servant, representative, or agent Aligra Rainy repeatedly permitted two minors, approximately ages one and five, to be on the licensed premises.

The third violation is for the licensee failing to maintain camera coverage of any activity occurring in all locations within limited access areas of the licensed premises when cameras were not placed to capture the area between the processing area and product storage room.

The fourth violation is for the licensee failing to properly tag all inventory with Unique Identification (UID) tags.

Licensee is Oregon Candy Farm, LLC.; Alexander Pavich, Managing Member.

At its monthly meeting **May 17, 2018** the Commissioners of the Oregon Liquor Control Commission ratified the following fines and/or marijuana license suspensions based on stipulated settlements:

The Cannabis Distribution Co., will pay a fine of \$1,155 or serve a seven-day recreational marijuana wholesale license suspension for one violation.

The violation is for the licensee or its employees, agents, or representatives failing to ensure that cameras were placed so that they capture clear and certain images of any individual and activity occurring in all locations within limited access, including, the interior of multiple wooden structures used to store marijuana items located within the wholesale storage room.

Licensee is OmniTek Transport, Inc., Noah Stokes, Stockholder; Houston Family Investments, LLC, Stockholder.

Queen Bee Distribution; will surrender its recreational marijuana wholesale license upon the transfer of ownership of the business or on August 15, 2018, whichever is earlier, for 12 violations. Licensee agrees that any marijuana items left on the premises after the surrender of its license are forfeited to the Commission for seizure and destruction without further notice, opportunity for hearing, or legal process. Licensee accepts a Letter of Reprimand for the violations charged in the Notice. This Letter of Reprimand will become a permanent part of their Commission file and may be considered in any future application for any license by Licensee and each of its members.

The first violation is for the licensee's employee, agent or representative exporting marijuana items out of this state to Tacoma, Washington.

The second violation is for the licensee or the licensee's employees, servants or representatives failing to use the METRC Cannabis Tracking System ("METRC CTS") to generate a printed transport manifest that accompanies every transport of marijuana items when they transported trade samples of marijuana items without generating a printed transport manifest.

The third violation is for the licensee failing to ensure the security of all marijuana items on the licensed premises or in transit, and/or to provide adequate safeguards against theft or diversion of marijuana items, when approximately 37 pounds of useable marijuana and a small amount of cannabinoid extract with an estimated fair market value of between \$34,000 and \$43,000 disappeared from the premises under suspicious circumstances.

The fourth violation is for the licensee failing to keep video surveillance recordings of all areas required under OAR 845-025-1450(1) for a minimum of 90 calendar days.

The fifth violation is for the licensee failing to ensure that employees, agents or representatives entering data into the METRC CTS system only using their one individual METRC CTS account, and that each METRC CTS user had their own unique log-on and password, which was not used by any other person.

The sixth violation is for the licensee failing to ensure the security of all marijuana items on the licensed premises or in transit, and/or to provide adequate safeguards against theft or diversion of marijuana items, when approximately 3.5 pounds of useable marijuana disappeared from the premises under suspicious circumstances.

The seventh violation is for the licensee not notifying the Commission of theft of marijuana items as soon as reasonably practical or within 24 hours from the time of the theft.

The eighth violation is for the licensee's employees, agents or representatives entering inaccurate data into METRC CTS, and/or failed to enter data into METRC CTS that fully and transparently accounted for all inventory tracking activities, in order to cover up discrepancies between the Licensee's METRC CTS inventory, and the actual marijuana items that were on the premises.

The ninth violation is for the licensee and/or its employees, agents or representatives failing to ensure that cameras were placed in a limited access area on the premises in such a manner that they could capture clear and certain images of any individual and activity occurring in the limited access area.

The tenth violation is for the licensee failing to use Unique Identification (UID) tags issued by a Commission-approved vendor, properly tagging all inventory with a UID tag, and placing tags in a position that can be clearly read by an individual standing next to the item, when it was found to be in possession three large garbage bags of useable marijuana, labeled by duct tape as “Sour Trim 7.00 lbs”, “Chem 4 Trim 11.85 lbs”, “Gold Rush Trim 13.25 lbs”, which did not have any UID tags affixed to them.

The eleventh violation is for the licensee’s employees, agents or representatives entering inaccurate data into METRC CTS, and/or failed to enter data into METRC CTS that fully and transparently accounted for all inventory tracking activities with respect to three large garbage bags of useable marijuana found at the premise.

The twelfth violation is for the licensee’s employees, agents or representatives making a false statement or representation to the Commission in order to induce or prevent action or investigation by the Commission when they falsely represented to OLCC Inspector Tallmadge that Manifest No. 0000374510 was the manifest associated with the three large garbage bags of useable marijuana found on the premises.

Licensee is Queen Bee Distribution, LLC.; Douglas Stiles, Managing Member; William McEvoy, Member; Shannon Japport, Member.

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